

Orig : mine files

cc N. Shepherd

RECEIVED  
SEP 11 1989

LAW OFFICES  
PRUITT, GUSHEE & FLETCHER  
SUITE 1850 BENEFICIAL LIFE TOWER  
SALT LAKE CITY, UTAH 84111  
(801) 531-8446

ROBERT G. PRUITT, JR.  
OLIVER W. GUSHEE, JR.  
F. ALAN FLETCHER  
THOMAS W. BACHTTELL  
A. JOHN DAVIS, III  
FREDERICK M. MACDONALD  
STEVEN PAUL ROWE

DIVISION OF  
OIL, GAS & MINING  
TELECOPIER (801) 531-8466

September 8, 1989

Mr. Lowell Braxton  
Associate Director  
Department of Natural Resources  
Division of Oil, Gas & Mining  
Three Triad Center, Suite 350  
Salt Lake City, UT 84180-1203

RE: Reclamation Surety for  
Tony M/Lucky Strike Mines  
(Act/017/001) and Frank  
M Mine (Act/017/017)

Dear Lowell:

The Reclamation Surety posted for the above referenced mines by my client, Nuclear Fuel Services, Inc. ("NFS"), pursuant to the Board of Oil, Gas and Mining's approvals on August 24, 1989, is slightly different than that described in my letter to you of August 30, 1989. The purpose of this letter is to simply explain what has occurred in order that your files will be clear.

My letter contemplated delivery of our trust account check to you in the amount of \$187,256.58, which check would be negotiated and deposited in a Division of Oil, Gas and Mining ("DOGM") account. In subsequent discussions with Diane Nielson, Director of DOGM, it was agreed that a Certificate of Deposit ("CD") would be acceptable in lieu of the posting of cash.

On September 5, 1989, I obtained CD No. 145711 from First Interstate Bank of Utah, N.A., in the name of DOGM and in the amount of \$187,256.58; a copy of that CD is attached hereto. The CD was delivered to you on September 6, 1989 and at that time you

Mr. Lowell Braxton  
September 8, 1989  
Page 2

returned to me our trust account check described in my letter.  
Accordingly, NFS has now posted the required reclamation surety.

Yours truly,



F. Alan Fletcher

FAF/lh

cc: Mr. Paul F. Schutt  
Mr. Dan Miller  
Mr. Ken May

1235.01